



**ZF STEERING GEAR (INDIA) LTD.**

**Regd. Office & Works :**

Gat No. 1242/44, Village Vadu BK., Tal. Shirur, Dist. Pune-412 216 (India)

Tel. : 02137-305100, Fax : 02137-305302

Web : www.zfindia.com, Email Id : enquiry@zfindia.com

Corporate Identity Number (CIN) : L29130PN1981PLC023734



May 21, 2022

**BSE Limited**

25<sup>th</sup> Floor, P. J. Towers,

Dalal Street, Fort,

Mumbai- 400 001

**Ref: BSE Scrip Code 505163**

**Sub: Approval of Audited Financial Results for the Quarter/ Financial year ended March 31, 2022.**

Dear Sir/ Madam,

This is to inform you that the Board of Directors of ZF Steering Gear (India) Limited (**the Company**), at their meeting held today i.e. May 21, 2022, has inter-alia, approved the Audited Financial Results for the Quarter/ Financial Year ended on March 31, 2022.

Pursuant to the Regulation 33 of the Securities & Exchange Board of India (Listing Obligations and Disclosure Requirements) Regulations, 2015 (**the Listing Regulations**), we enclose the following:

- i. Audited Financial Results for the fourth Quarter/ Financial year ended March 31, 2022.
- ii. Auditors' Report with **unmodified opinion** on Audited Financial Results for the Quarter/ Financial Year ended March 31, 2022.

**Pursuant to Regulation 33(3)(d) of the Listing Regulations, we hereby declare that the Statutory Auditors of the Company, M/s. Joshi Apte & Co. (Registration No.: 104370W), have issued the Auditors' Report on the Financial Results with Unmodified Opinion on the aforesaid Financial Statements.**

Time of Commencement of the Board Meeting: 11:42 a.m.

Time of Conclusion of the Board Meeting: 12:32 p.m.

Please take the results on your record and disseminate the same for the information of Investors.

Thank you

Yours faithfully,

for **ZF Steering Gear (India) Ltd.**

Company Secretary

## ZF STEERING GEAR (INDIA) LIMITED

Registered Office: 1242/44, Village Vadu Budruk, Tal. Shirur, Dist. Pune- 412 216. Tel: 02137-305100, CIN:L29130PN1981PLC023734, Email: enquiry@zfindia.com



## STATEMENT OF AUDITED FINANCIAL RESULTS FOR THE QUARTER AND YEAR ENDED MARCH 31, 2022

(Rs. in Crore)

Sr. No.	PARTICULARS	Quarter Ended			Year Ended	
		31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
		Unaudited	Unaudited	Unaudited	Audited	Audited
1	<b>Income</b>					
	(a) Revenue from operations	105.44	85.24	85.39	312.80	201.48
	(b) Other Income	2.77	4.30	4.33	20.98	26.36
	<b>Total Income</b>	<b>108.21</b>	<b>89.54</b>	<b>89.72</b>	<b>333.78</b>	<b>227.84</b>
2	<b>Expenses</b>					
	a) Cost of materials consumed	64.19	61.37	53.20	206.99	131.11
	b) Changes in inventories of finished goods & Work-in-Progress	(0.62)	(8.07)	0.13	(15.77)	(12.08)
	c) Employee benefits expense	12.69	12.79	10.68	47.39	39.63
	d) Finance costs	0.17	0.05	0.18	0.31	0.29
	e) Depreciation and amortisation expense	8.26	7.83	9.52	31.39	37.59
	f) Other Expenses	12.60	7.66	9.38	33.57	24.54
	<b>Total Expenses</b>	<b>97.29</b>	<b>81.63</b>	<b>83.09</b>	<b>303.88</b>	<b>221.08</b>
3	<b>Profit/ (Loss) Before Tax (1-2)</b>	<b>10.92</b>	<b>7.91</b>	<b>6.63</b>	<b>29.90</b>	<b>6.76</b>
4	<b>Tax Expense</b>					
	(a) Current Tax	2.37	1.49	1.23	5.76	1.74
	(b) Minimum Alternative Tax (MAT) credit entitlement	(2.37)	(1.49)	(1.74)	(5.76)	(1.74)
	(C) Deferred Tax	7.91	2.16	1.75	11.63	(2.09)
	<b>Tax Expense</b>	<b>7.91</b>	<b>2.16</b>	<b>1.24</b>	<b>11.63</b>	<b>(2.09)</b>
5	<b>Net Profit/ (Loss) after tax (3-4)</b>	<b>3.01</b>	<b>5.75</b>	<b>5.39</b>	<b>18.27</b>	<b>8.85</b>
6	<b>Other comprehensive income</b>					
	(i) Items that will not reclassified to profit or loss	-	-	-	-	-
	(a) Remeasurements of the defined benefit plans	0.27	-	(0.17)	0.28	1.14
	(b) Income tax relating to items that will not be reclassified to profit or loss	(0.08)	-	0.06	(0.08)	(0.40)
	<b>Total Other comprehensive income/(Loss)</b>	<b>0.19</b>	<b>-</b>	<b>(0.11)</b>	<b>0.20</b>	<b>0.74</b>
7	<b>Total comprehensive income(5+6)</b>	<b>3.20</b>	<b>5.75</b>	<b>5.28</b>	<b>18.47</b>	<b>9.59</b>
8	Paid up Capital (Face Value : Rs 10 per share)	9.07	9.07	9.07	9.07	9.07
9	Other equity				386.04	367.57
10	<b>Earnings per share (of Rs.10/- each)</b>					
	- Basic	3.32	6.34	5.94	20.14	9.75
	- Diluted	3.32	6.34	5.94	20.14	9.75

\*Basic and Diluted EPS for all periods except year ended March 31, 2022 are not annualised.

Notes:-

- The above Audited Financial Results were reviewed and recommended by the Audit Committee, and thereafter, approved by the Board of Directors of the Company, at their respective meetings, held on May 21, 2022.
- In accordance with the Indian Accounting Standard ("Ind AS") 108 – viz. "Operating Segments," the operations of the Company relate to two Segments i.e. Automotive Components and Renewable Energy.
- The Company has taken into account the possible impact of COVID-19 in preparation of the interim financial statements, including but not limited to its assessment of liquidity and going concern assumption, recoverable values of its financial and non-financial assets and impact on revenues. The Company has considered internal and certain external sources of information including reliable credit reports, economic forecasts and industry reports upto the date of approval of the interim financial statements and expects to recover the carrying amount of its assets.
- The Company has incorporated two wholly owned subsidiaries after the financial year ended March 31, 2022 to acquire certain industrial land and undertake certain permissible business activities.
- The above financial results are extracted from the Audited Financial Statements of the Company, which are prepared in accordance with Indian Accounting Standards ('Ind AS') as prescribed under section 133 of the Companies Act, 2013 read with relevant Rules made thereunder.
- Figures of the previous periods/ financial year have been regrouped, wherever necessary, to confirm to the current period's classification.
- Figures for the quarter ended March 31, 2022 and March 31, 2021 represent the difference between the audited figures in respect of full financial year and the unaudited published figures of nine months ended December 31, 2021 and December 31, 2020 respectively. The Financial Results for the year ended March 31, 2022 have been audited by the statutory auditors and Financial Results for the quarter ended March 31, 2022 have been reviewed by the statutory auditors.
- The Audited Financial Results will be posted on the website of the Company, www.zfindia.com and will be available on the website of BSE Limited (BSE)

For and behalf of the Board of Directors  
ZF STEERING GEAR (INDIA) LIMITED

Utkarsh Munot  
Managing Director

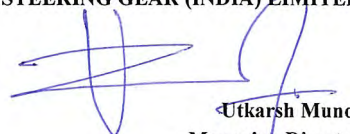
Pune : May 21, 2022



## STATEMENT OF SEGMENT REPORTING

(Rs.in Crore)

Sr. No.	PARTICULARS	Unaudited	Unaudited	Unaudited	Audited	Audited
		Quarter Ended			Year Ended	Year Ended
		Three months ended	Three months ended	Corresponding Three months ended in previous year	Current Year	Last Year ended
		31-Mar-22	31-Dec-21	31-Mar-21	31-Mar-22	31-Mar-21
1	<b>Segment Revenue</b>					
	a. Auto Components	106.78	83.31	83.02	308.40	192.48
	b. Renewable Energy	3.35	3.57	4.11	14.24	12.62
	c. Unallocable	(1.24)	3.38	2.97	15.01	23.68
	<b>Total</b>	<b>108.89</b>	<b>90.26</b>	<b>90.10</b>	<b>337.65</b>	<b>228.78</b>
	Less- Inter-segment revenue	0.68	0.72	0.38	3.87	0.94
	<b>Total Income</b>	<b>108.21</b>	<b>89.54</b>	<b>89.72</b>	<b>333.78</b>	<b>227.84</b>
2	<b>Segment Results</b>					
	Profit/ (Loss) before tax and finance costs from each segment					
	a. Auto Components	10.72	2.59	1.44	7.55	(22.38)
	b. Renewable Energy	1.63	2.02	2.45	7.73	5.80
	c. Unallocable	(1.26)	3.35	2.92	14.93	23.63
	<b>Total</b>	<b>11.09</b>	<b>7.96</b>	<b>6.81</b>	<b>30.21</b>	<b>7.05</b>
	Less- Finance Costs	0.17	0.05	0.18	0.31	0.29
	<b>Total Profit before tax</b>	<b>10.92</b>	<b>7.91</b>	<b>6.63</b>	<b>29.90</b>	<b>6.76</b>
3	<b>Capital Employed</b>					
	a. Auto Components	224.48	223.31	219.56	224.48	219.56
	b. Renewable Energy	27.63	30.33	31.43	27.63	31.43
	c. Unallocable assets less liabilities	143.00	138.27	125.65	143.00	125.65
	<b>Total Capital employed in the Company</b>	<b>395.11</b>	<b>391.91</b>	<b>376.64</b>	<b>395.11</b>	<b>376.64</b>

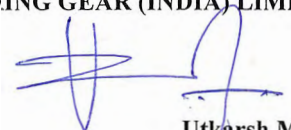
For and behalf of the Board of Directors  
ZF STEERING GEAR (INDIA) LIMITED  
Utkarsh Munot  
Managing Director

Pune : May 21, 2022



STATEMENT OF AUDITED FINANCIAL ASSETS AND LIABILITIES FOR THE YEAR ENDED MARCH 31, 2022  
(Rs. In Crore)

PARTICULARS	Audited	Audited
	As at March 31, 2022	As at March 31, 2021
<b>ASSETS</b>		
<b>1 Non-current assets</b>		
a) Property, Plant and Equipment (PPE)	143.93	163.76
b) Right of use asset	14.40	9.96
c) Intangible assets	0.80	1.09
d) Capital work in progress	2.37	2.41
e) Intangible assets under development	0.02	0.02
e) Financial assets		
(i) Investments	118.60	120.42
(ii) Loans	7.78	1.78
(iii) Other non-current financial assets	0.50	0.47
f) Other non-current assets	6.33	0.50
g) Non Current Tax Assets (Net)	3.90	5.23
h) Deferred tax Assets (Net)	12.87	24.58
<b>Total non-current assets</b>	<b>311.50</b>	<b>330.22</b>
<b>2 Current assets</b>		
a) Inventories	57.52	37.55
b) Financial assets		
(i) Trade receivables	90.26	78.44
(ii) Cash and cash equivalents	4.13	9.26
(iii) Bank Balances other than Cash and cash equivalents	0.37	0.45
(iv) Loans	0.11	0.05
(v) Other financial assets	0.39	0.40
c) Other current assets	7.89	9.54
<b>Total current assets</b>	<b>160.67</b>	<b>135.69</b>
<b>TOTAL ASSETS</b>	<b>472.17</b>	<b>465.91</b>
<b>B EQUITY AND LIABILITIES</b>		
<b>1 EQUITY</b>		
a) Equity share capital	9.07	9.07
b) Other equity	386.04	367.57
<b>Total Equity</b>	<b>395.11</b>	<b>376.64</b>
<b>Non-current liabilities</b>		
a) Financial liabilities		
(i) Borrowings	-	0.38
(ii) Lease Liability	5.14	0.97
b) Provisions	0.92	1.37
c) Other non current liabilities	3.45	3.27
<b>Total non-current liabilities</b>	<b>9.51</b>	<b>5.99</b>
<b>Current liabilities</b>		
a) Financial liabilities		
(i) Borrowings	27.70	31.07
(ii) Trade payables		
a) Total outstanding dues of Micro and Small Enterprises	2.58	4.01
b) Total outstanding dues of creditors other than Micro and Small Enterprises	25.17	26.31
(iii) Lease Liability	0.79	0.01
(iv) Other financial liabilities	3.02	14.75
b) Other current liabilities	5.81	5.16
c) Provisions	2.48	1.97
<b>Total current liabilities</b>	<b>67.55</b>	<b>83.28</b>
<b>Total liabilities</b>	<b>77.06</b>	<b>89.27</b>
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>472.17</b>	<b>465.91</b>

For and behalf of the Board of Directors  
ZF STEERING GEAR (INDIA) LIMITED

Utkarsh M. unot  
Managing Director

## STATEMENT OF CASH FLOW



(Rs. in Crore)

PARTICULARS	Audited	Audited
	Year Ended March 31, 2022	Year Ended March 31, 2021
<b>CASH FLOW FROM OPERATING ACTIVITIES:</b>		
<b>Profit/ (Loss) before exceptional items and tax</b>	<b>29.90</b>	<b>6.76</b>
<b>Adjustments for:</b>		
Depreciation and amortisation expense	31.39	37.59
Interest paid	0.31	0.29
Fair value change in investment	(6.83)	(11.31)
(Profit)/ Loss on sale of PPE	0.10	(0.16)
(Profit)/ Loss on sale of investment	(7.51)	(11.70)
Interest Income	(0.46)	(0.94)
Exchange variation	(0.07)	(0.01)
Provision for reduction in value of inventory	0.38	-
Dividend received	(0.21)	(0.24)
<b>Operating profit before working capital changes</b>	<b>47.00</b>	<b>20.28</b>
<b>Adjustments for changes in working capital:</b>		
(Increase)/ Decrease in inventory	(20.35)	(14.28)
(Increase)/ Decrease in trade receivables and financial assets	(11.95)	(29.13)
(Increase)/ Decrease in other non-current and current assets	1.64	2.39
Increase/ (Decrease) in provisions and other liabilities	5.94	(1.74)
Increase/ (Decrease) in trade payables and financial liabilities	(2.50)	(3.39)
<b>Cash generated from operations</b>	<b>19.78</b>	<b>(25.87)</b>
Income tax paid - Net	(4.61)	(0.44)
<b>Net cash generated from operating activities</b>	<b>15.17</b>	<b>(26.31)</b>
<b>CASH FLOW FROM INVESTING ACTIVITIES:</b>		
Purchase of property, plant and equipment	(33.27)	(10.17)
Sale proceed from property, plant and equipment	0.26	0.29
Interest received	0.48	1.01
Dividend received	0.21	0.24
Purchase of Investment	(8.00)	(47.00)
Sale proceed from Investment	24.16	56.56
<b>Net cash used in investing activities</b>	<b>(16.16)</b>	<b>0.93</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES:</b>		
Proceeds from borrowings	25.39	27.49
Repayment of borrowings	(28.15)	(0.94)
Dividend paid (including dividend distribution tax)	(0.08)	(0.08)
Interest paid	(0.31)	(0.22)
<b>Net cash used in financing activities</b>	<b>(3.15)</b>	<b>26.25</b>
Net Increase/ (Decrease) in cash and cash equivalents	(4.14)	0.87
Cash and cash equivalents as at the beginning of the year	6.34	5.47
<b>Cash and cash equivalents as at the end of the year</b>	<b>2.20</b>	<b>6.34</b>
<b>Cash and cash equivalents comprise of the following:</b>		
Cash on hand	0.01	0.01
Balances with banks - Current accounts	4.12	9.25
Overdraft Facilities	(1.93)	(2.92)
	<b>2.20</b>	<b>6.34</b>

For and behalf of the Board of Directors  
ZF STEERING GEAR (INDIA) LIMITED

Utkarsh Munot  
Managing Director

Pune : May 21, 2022

# Independent Auditors' Report on Audit of Annual Financial Results and Review of Quarterly Financial Results

To the Board of Directors of ZF Steering Gear (India) Limited

## Opinion

We have (a) audited the financial results for the year ended March 31, 2022 and (b) reviewed the Financial Results for the quarter ended March 31, 2022 (refer 'Other Matters' section below), which were subject to limited review by us, both ((a) and (b)) included in the accompanying "Statement of Audited Financial Results for the year ended March 31, 2022 and Unaudited Financial Results for the quarter ended March 31, 2022" ("the Statement") of **ZF Steering Gear (India) Limited** ("the Company"), being submitted by the Company pursuant to the requirements of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 (as amended) ("Listing Regulations"), including relevant circulars issued by the SEBI from time to time.

### (a) Opinion on Annual Financial Results

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid annual financial results:

- a. are presented in accordance with the requirements of Regulation 33 of the Listing Regulations in this regard, and
- b. gives a true and fair view in conformity with applicable Indian Accounting Standards ("Ind AS") prescribed under Section 133 of the Companies Act, 2013 ("the Act"), read with relevant rules issued thereunder, and other accounting principles generally accepted in India, of the net loss and other comprehensive income and other financial information of the Company for the year ended March 31, 2022.

### (b) Conclusion on Unaudited Standalone Financial Results for the quarter ended March 31, 2022

With respect to the Financial Results for the quarter ended March 31, 2022 based on our review conducted as stated in paragraph (b) of Auditor's Responsibilities section below, nothing has come to our attention that causes us to believe that the Financial Results for the quarter ended March 31, 2022, prepared in accordance with the recognition and measurement principles laid down in the Indian Accounting Standards and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended, including the manner in which it is to be disclosed, or that it contains any material misstatement.

UDIN: 22033212AJIYSR1185



## **Basis of Opinion on the Audited Financial Results for the year ended March 31, 2022**

We conducted our audit in accordance with the Standards on Auditing (“SAs”) specified under section 143(10) of the Act. Our responsibilities under those SAs are further described in the *paragraph (a) of Auditor’s Responsibilities* section of our report. We are independent of the Company, in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India (“the ICAI”) together with the ethical requirements that are relevant to our audit of the Financial Results for the year ended March 31, 2022 under the provisions of the Act, and the Rules thereunder, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics. We believe that the audit evidence we have obtained, is sufficient and appropriate to provide a basis for our opinion.

## **Management’s Responsibilities for the Statement**

This Statement which includes the Financial Results is the responsibility of the Company’s Management and has been approved by them for the issuance. The Financial Results for the year ended March 31, 2022 has been compiled from the related audited financial statements. The Company’s Management is responsible for the preparation and presentation of the Financial Results for the quarter and year ended March 31, 2022 that give a true and fair view of the net profit and other comprehensive income and other financial information in accordance with the recognition and measurement principles laid down in Indian Accounting Standards prescribed under Section 133 of the Act and other accounting principles generally accepted in India and in compliance with Regulation 33 of the Listing Regulations including SEBI Circular. This responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and the design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring accuracy and completeness of the accounting records, relevant to the preparation and presentation of the Financial Results that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the Financial Results, the Management is responsible for assessing the Company’s ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

The Management is responsible for overseeing the Company’s financial reporting process.



## Auditor's Responsibilities

### (a) Audit of the Annual Financial Results for the year ended March 31, 2022

Our objectives are to obtain reasonable assurance about whether the Financial Results for the year ended March 31, 2022 as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with Standards on Auditing, specified under section 143(10) of the Act, will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this Financial Results.

As part of an audit in accordance with the Standards on Auditing, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the Annual Financial Results, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under Section 143(3) (i) of the Act, we are also responsible for expressing our opinion on whether the Company has in place an adequate internal financial controls system over financial reporting and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Evaluate the appropriateness and reasonableness of disclosures made by the management in terms of the requirements specified under Regulation 33 of the Listing Regulations.
- Conclude on the appropriateness of the Management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the appropriateness of this assumption. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the Statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

UDIN: 22033212AJIYSR1185





- Evaluate the overall presentation, structure and content of the Annual Financial Results, including the disclosures, and whether the Annual Financial Results represents the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the Annual Financial Results of the Company to express an opinion on the Annual Financial Results.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

**(b) Review of Financial Results for the quarter ended March 31, 2022**

We conducted our review of the Financial Results for the quarter ended March 31, 2022 in accordance with the Standard on Review Engagements ("SRE") 2410 'Review of Interim Financial Information Performed by the Independent Auditor of the Entity', issued by the ICAI. A review of interim financial information consists of making inquiries, primarily of the Company's personnel responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with SAs specified under section 143(10) of the Act and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Other Matter**

The Statement includes the financial results for the quarter ended March 31, 2022, being the balancing figures between the audited figures in respect of the full financial year and the published unaudited year-to-date figures up to the third quarter of the current financial year, which were subject to limited review by us.

Our report on the Statement is not modified in respect of these matters.

For Joshi Apte & Co.,  
Chartered Accountants  
ICAI Firm registration number: 104370W

Per Prakash Apte  
Partner

Membership No.: 033212

UDIN: 22033212AJIYSR1185

Pune, May 21, 2022



UDIN: 22033212AJIYSR1185